

TENNESSEE STATE FUNDING BOARD

January 19, 2022

The Tennessee State Funding Board (the "Board") met on Wednesday, January 19, 2022, at approximately 10:10 a.m., in the Executive Conference Room, State Capitol Building, Ground Floor, Nashville, Tennessee. The Honorable David Lillard, State Treasurer, was present and presided over the meeting.

The following members were also present:

The Honorable Tre Hargett, Secretary of State
Commissioner Butch Eley, Department of Finance and Administration

The following members were absent:

The Honorable Bill Lee, Governor
The Honorable Jason Mumpower, Comptroller of the Treasury

Having established that a quorum was present, Mr. Lillard called the meeting to order and presented the minutes from the meeting held on December 20, 2021, for consideration and approval. Mr. Hargett made a motion to approve the minutes, and Mr. Eley seconded the motion. The motion was unanimously approved.

Mr. Lillard then recognized Mr. Bob Rolfe, Commissioner of the Tennessee Department of Economic and Community Development ("ECD"), to present FastTrack projects for consideration and Mr. Paul VanderMeer, Assistant Commissioner of Administration, ECD, to present the "FastTrack Report to State Funding Board" (the "Report"). Mr. VanderMeer reported that, as of the date of the December 20, 2021, Board meeting, the FastTrack balance was \$299,152,000.50. Since that time, \$5,378.46 had been appropriated representing an interest penalty on a claw back payment; \$210,000.00 in funds had been deobligated, of which approximately \$185,000 was a claw back payment; \$65,764,500.00 in new grants and loans had been approved; and \$102,037.41 in funds had been spent on FastTrack administrative expenses, which resulted in an adjusted FastTrack balance available for funding grants and loans of \$233,500,841.55 as of the date of the Report. Mr. VanderMeer reported that total commitments had been made in the amount of \$193,448,534.04, resulting in an uncommitted FastTrack balance of \$40,052,307.51. Mr. VanderMeer reported that the amount of proposed grants for projects to be considered at this meeting totaled \$1,943,000.00, and if these projects were approved, the uncommitted balance would be \$38,109,307.51, and the total committed balance would be \$195,391,534.04, which represented 83.7% of the FastTrack balance.

Mr. Rolfe then presented the following FastTrack projects:

- **Prospero Management Service, LLC – Memphis (Shelby County)**
FastTrack Economic Development Grant \$ 843,000
- **Recreational Equipment, Inc. – Lebanon (Wilson County)**
FastTrack Economic Development Grant \$ 1,100,000

The Board member packets included letters and FastTrack checklists signed by Commissioner Rolfe, and incentive acceptance forms signed by company representatives. Mr. Lillard inquired if the companies that

had signed the incentive acceptance forms fully understood the agreements, and Mr. Rolfe responded affirmatively. Mr. Lillard then inquired if the checklists had been completed for each project, and Mr. Rolfe responded affirmatively. Mr. Lillard then inquired if all the projects included accountability agreements which would provide protections for the state in the event the entity could not fulfill the agreement, and Mr. Rolfe responded affirmatively. Mr. Hargett made a motion to approve the projects. Commissioner Eley seconded the motion, and it was unanimously approved.

After requesting other business and hearing none, Mr. Lillard made a motion to adjourn the meeting, and Mr. Eley seconded the motion. The motion was unanimously approved, and the meeting was adjourned.

Approved on this 23rd day of February 2022.

Respectfully submitted,

A handwritten signature in cursive script that reads "Sandra Thompson".

Sandra Thompson
Assistant Secretary